

ATUT 1813124 3
 FYC(PROP) / ELO (31)

DURATION: - 2½ hrs

516021223

MARKS:- 75

- Note: - (1) All questions are compulsory.
 (2) All questions carry equal marks.
 (3) Figures to the right indicates full marks

- Q.1 a) State whether the following statements are true or false (Any 8) CO1,2,R/U/AP/E 8M
- 1) Many economic decisions depend on marginal analysis
 - 2) The market supply curve slopes upwards to the right
 - 3) A monopoly firm faces a upward sloping demand curve
 - 4) A vertical demand curve implies zero price elasticity
 - 5) Division of labour leads to labour economy
 - 6) Fixed cost are overhead cost
 - 7) In perfect competition, the price of a commodity is decided by a seller.
 - 8) Monopoly product has no close substitutes in the market
 - 9) Firm earns on only normal profit during long run.
 - 10) Dumping means selling a commodity in the foreign country at a higher price.

- Q.1 b) Match the following :- (Any Seven) CO1,3,-R/U/AN/AP/E 7M

	Group 'A'		Group 'B'
1)	Incremental concept	a)	$Dx = f(Px, Y, Pr, T \dots)$
2)	Market demand curve	b)	Positive sloping curve
3)	Demand function	c)	Insurance fees
4)	Positive cross elasticity	d)	Changes in total cost and revenue
5)	Statistical method	e)	Downward sloping
6)	Transfer pricing	f)	Complimentary goods
7)	Selling cost	g)	$AR = AC$
8)	Increasing return to sale	h)	Intra-firm pricing
9)	Normal profit	i)	Advertisement expenditure
10)	Fixed cost	j)	Quantitative method

- Q.2 a) Explain the various factors affecting elasticity of demand CO2-AP, AN 7M
- b) Explain the various statistical method of demand forecasting CO2-R,U,AP 8M
- OR**
- c) State and explain determinants of demand CO2-R,U,AP,AN 7M
- d) What are the different methods of measuring elasticity of demand CO2-R,U,AP 8M
- Q.3 a) What is Iso-quant? Explain the properties of iso-quant CO2-R,AN,C 7M
- b) Using the following data, find AP and MP and also draw the TP,AP and MP curves CO2-C, AP, E 8M

No. of workers	1	2	3	4	5	6	7	8	9	10
	10	22	36	48	55	60	63	63	54	40

OR

- c) Given total fixed cost ₹30 calculate TVC, ATC, AFC, AVC and MC. CO2-C,AP,E 7M

Output	1	2	3	4
TC	45	30	70	90

- d) What are the assumptions and limitations of break-even analysis CO1-AP,E 8M

- Q.4 a) What are the characteristics of monopolistic competition? CO1-AN/C 7M

- b) Explain the source of monopoly power CO2-AP/C 8M

OR

- c) Explain the features of monopoly CO2-AP/AN/C 7M

- d) Explain the types of Oligopoly CO2-U/R/AP/CR 8M

- Q5. a) What is price discrimination? Explain the various types of price discrimination. CO1,2-R/U 7M

- b) Explain the advantages and disadvantages of price discrimination. CO2-R/U/AP 8M

OR

Write Short Note on (Any Three)

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|----|-----------------------------------|--------------|
| a) | Features of oligopoly | CO1-U/R/AP |
| b) | Degrees of price discrimination | CO2-U/AN/E |
| c) | Dumping | CO1-AN/AP/R |
| d) | Cartel | CO1-AN/AP/E |
| e) | Basic tools of business economics | CO2-U/R/AN/C |

15M
